AGRICULTURAL IMPLEMENTS BOARD

FINANCIAL STATEMENTS

For the Year Ended March 31, 2000

Provincial Auditor Saskatchewan

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AUDITOR'S REPORT

To the Members of the Legislative Assembly of Saskatchewan

I have audited the statement of financial position of the Agricultural Implements Board as at March 31, 2000 and the statements of revenue, expenditure and net financial assets, and cash flows for the year then ended. The Board's management is responsible for preparing these financial statements for Treasury Board's approval. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Board as at March 31, 2000 and the results of its operations and its cash flows for the year then ended in accordance with generally accepted accounting principles.

Regina, Saskatchewan
July 6, 2000

Fred Wendel, CMA, CA
Acting Provincial Auditor

Statement 1

AGRICULTURAL IMPLEMENTS BOARD
STATEMENT OF FINANCIAL POSITION
As at March 31

	2000	1999
FINANCIAL ASSETS		
Due from General Revenue Fund (Note 3)	$ 134,787	$ 126,501
Accrued interest receivable	1,699	1,596
	136,486	128,097
LIABILITIES		
Accounts payable	—	—
Net Financial Assets (Statement 2)	$ 136,486	$ 128,097

(See accompanying notes to the financial statements)

Statement 2

AGRICULTURAL IMPLEMENTS BOARD
STATEMENT OF REVENUE, EXPENDITURE AND NET FINANCIAL ASSETS
Year Ended March 31

	2000	1999
Revenue:		
Assessment levies	$ 2,825	$ 2,825
Interest income	6,380	6,678
	9,205	9,503
Expenditure:		
Compensation payments	—	6,449
Investigations and hearings	816	3,588
Provision for doubtful accounts	—	4,602
	816	14,639
Surplus (deficit) for the year	8,389	(5,136)
Net Financial Assets, beginning of year	128,097	133,233
Net Financial Assets, end of year - to Statement 1	$ 136,486	$ 128,097

(See accompanying notes to the financial statements)

AGRICULTURAL IMPLEMENTS BOARD
STATEMENT OF CASH FLOWS
Year Ended March 31

	2000	1999
Cash flows from operating activities:		
Cash receipts from distributors	$ 2,825	$ 4,183
Cash paid to claimants and employees	(816)	(16,355)
Interest received	6,277	6,615
Net increase (decrease) in cash position	8,286	(5,557)
Due from General Revenue Fund, beginning of year	126,501	132,058
Due from General Revenue Fund, end of year	$ 134,787	$ 126,501

(See accompanying notes to the financial statements)

AGRICULTURAL IMPLEMENTS BOARD
NOTES TO THE FINANCIAL STATEMENTS
March 31, 2000

1. Significant Accounting Policies

These financial statements are prepared in accordance with generally accepted accounting principles. The following accounting policies are considered significant.

a) Accrual Basis

The financial statements are prepared on the accrual basis of accounting.

b) Accounts Receivable, Accounts Payable

The carrying value of accounts receivable and accounts payable approximates fair value.

c) Due from General Revenue Fund

The amount due from the General Revenue Fund is interest bearing as described in Note 3. The carrying value approximates fair value.

2. Authority

The Agricultural Implements Board is continued under *The Agricultural Implements Act*. Under this Act, a fund known as the Agricultural Implements Compensation Fund, through which all transactions reflected in these statements are conducted, is continued:

a) to pay compensation to farmers;

b) to defray the expenses of investigating and hearing claims for compensation under this Act; and

c) to maintain a reserve fund to pay compensation that may become payable in the future.

3. Due from General Revenue Fund

The Agricultural Implements Board's bank account is included in the Consolidated Offset Bank Concentration (COBC) arrangement for the Government of Saskatchewan.

Earned interest is calculated and paid by the General Revenue Fund on a quarterly basis using the Government's thirty-day borrowing rate (2000 average rate – 4.79%; 1999 average rate – 5.04%) and the Agricultural Implements Board's average daily bank account balance.

4. Costs Borne by Related Parties

Included in these financial statements are transactions with various Saskatchewan Crown corporations, departments, agencies, boards and commissions related to the Board by virtue of common control by the Government of Saskatchewan.

The investigation and hearing expenditures of $816 (1999 - $3,588) were conducted by the Department of Justice.

Salary and administration costs other than those in respect of investigations and hearings have been absorbed by various departmental appropriations and are therefore not reflected in these financial statements.

Other transactions with related parties and amounts due to or from them are described separately in these financial statements and the notes hereto.

5. Comparative Figures

Certain comparative figures have been reclassified to conform with the current year's presentation.